

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6228

BILL NUMBER: HB 1040

DATE PREPARED: Nov 15, 2000

BILL AMENDED:

SUBJECT: Local Road and Street Account distributions.

FISCAL ANALYST: James Sperlik

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FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: Local

Summary of Legislation: This bill provides that the money in the Local Road and Street Account is to be distributed among the counties according to the ratio of each county's passenger car and pickup truck registrations to the total passenger car and pickup truck registrations of the state. (Under current law, pickup truck registrations are disregarded in the distribution of money from the Local Road and Street Account among the counties.) It phases in the change over a four-year period beginning July 1, 2001.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: This will change the amount of Local Road and Street Account funds received by counties and favor those with more pickup trucks at the expense of those that do not have as many pickup trucks in relation to the total number of passenger cars and pickup trucks registered. The proposal phases in the change over a four-year period.

This proposal does not increase the amount of funds to be distributed, but rather redistributes the funds among the counties. For FY 2000, approximately \$68 million was distributed through the Local Road and Street Account to local units. Including pick-up trucks in the Local Road and Street Account distributions to the 660 recipient units results in 525 units with increases and 135 units with decreases. The total dollars shifted statewide is estimated to be \$2.502 million.

State Agencies Affected: Auditor of State.

Local Agencies Affected: Those units which receive distributions from the Local Road and Street Account.

Information Sources: Additional information is available from the Office of Fiscal and Management Analysis.